Proceed for Approval of the Public Utility Regulatory Policies Act of 1978 (PURPA) Avoided Cost Rates for Electric Companies) BEFORE THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA COVER SHEET DOCKET NUMBER: 95 - 1192 - E			
(Please type or print						
Submitted by:	K. Chad Burges	SS	SC Bar Number: <u>69456</u>			
Address:	SCANA Corp.	1350 100	• –	803-217-8141		
	1426 Main Stree			803-217-7931		
	Columbia, SC 2	29201	01 Other: Email: chad.burgess@scana.co			
☐ Emergency R ☐ Other: ☐ INDUSTRY (C	Relief demanded in		· ·	Commission	's Agenda expeditiously	
			∑ Letter		Request	
Electric/Gas		Agreement	Memorandum		Request for Certification	
☐ Electric/Telecommunications		Answer	Motion		Request for Investigation	
☐ Electric/Water		Appellate Review	Objection		Resale Agreement	
Electric/Water/Telecom.		Application	Petition		Resale Amendment	
Electric/Water/Sewer		Brief	Petition for Rec	onsideration	Reservation Letter	
Gas		Certificate	Petition for Rule	emaking	Response	
Railroad		Comments	Petition for Rule t	Č	Response to Discovery	
Sewer		☐ Complaint	Petition to Inter		Return to Petition	
☐ Telecommunications		Consent Order	Petition to Interve		Stipulation	
☐ Transportation		Discovery	Prefiled Testimo	ony	Subpoena	
Water		Exhibit	Promotion		☐ Tariff	
Water/Sewer		Expedited Considerati	on Proposed Order		Other:	
Administrative Matter		Interconnection Agreeme	ent Protest			
Other:		Interconnection Amenda	nent Publisher's Affic	davit		
		☐ Late-Filed Exhibit	Report			



March 27, 2008

VIA ELECTRONIC FILING

The Honorable Charles Terreni Chief Clerk/Administrator **Public Service Commission of South Carolina** 101 Executive Center Drive (29210) Post Office Drawer 11649 Columbia, South Carolina 29211

RE: Request for Approval of Revisions to Rate PR-1, Small Power Production,

Cogeneration

Docket No. 95-1192-E

Dear Mr. Terreni:

By Order No. 96-570, issued in Docket No. 95-1192-E, the Public Service Commission of South Carolina ("Commission") approved the rate sheet of South Carolina Electric & Gas Company ("SCE&G" or "Company") entitled "PR-1, Small Power Production, Cogeneration" ("Rate PR-1"). Rate PR-1 specifies the Company's charges and credits for power received from qualifying facilities with a power production capacity no greater than 100 kilowatts. SCE&G now seeks Commission approval of certain revisions made to Rate PR-1 ("Revised Rate PR-1") and encloses for filing an original copy of Revised Rate PR-1.

The revisions that SCE&G seeks to make to its Rate PR-1 involve the energy credit, capacity credit, and seller charge. More specifically, the Company seeks to increase the on-peak energy credit from the current credit of \$0.02205 per KWH (Summer) to \$0.07775 per KWH. For the winter, the on-peak energy credit is increased from \$0.02011 per KWH to \$0.06346 per KWH. Additionally, the Company seeks to increase the off-peak energy credit from the current credit of \$0.01551 per KWH (Summer) to \$0.05882 per KWH. The winter off-peak energy credit is increased from \$0.01638 per KWH to \$0.05589 per KWH.

In addition to the energy credit, the Company has also revised Rate PR-1 to include a capacity credit that the Company will issue to customers who deliver energy to SCE&G's system during on-peak hours. The capacity credit is set at \$0.01546 per KWH. Furthermore, SCE&G seeks to reduce the seller charge from the current charge of \$13.00 to \$4.50. No other revisions have been made to Rate PR-1.

Pursuant to S.C. Code Ann. § 58-27-870(F) (Supp. 2007), the Commission may issue an order allowing rates and tariffs to be put into effect without notice and hearing when such rates "[d]o not require a determination of the entire rate structure and overall rate of return, or . . . do not result in any rate increase to the electrical utility. . . ." Revised Rate PR-1 will not require a

determination of the entire rate structure or result in an increase in rates for customers; therefore, SCE&G respectfully requests that the Commission review the attached rates and approve them without notice and hearing. These rates will become effective upon approval by the Commission.

By copy of this letter, we are also serving all other parties of record with a copy of Revised Rate PR-1 and attach a certificate of service to that effect.

Thank you for your consideration of this matter. If you have any questions, please do not hesitate to contact us.

Very truly yours,

K. Chad Burgess

KCB/kms Enclosure

cc: parties of record

RATE PR-1

SMALL POWER PRODUCTION, COGENERATION

AVAILABILITY

Available to Small Power Producers and Cogenerators that are a Qualifying Facility as defined by the Federal Energy Regulatory Commission (FERC) Order No. 70 under Docket No. RM 79-54. This schedule is not available for Qualifying Facilities that have power production capacity greater than 100 KW.

CHARACTER OF SERVICE

Energy supplied by the Qualifying Facility must be at 60 hertz and voltage, phase and power factor approved by the Company.

Energy supplied by the Qualifying Facility must be at a voltage level compatible with the voltage level of the Company's system at the point of delivery.

MONTHLY RATE

(Seller Charges & Credits)

For Qualifying Facilities, Company will pay Seller a monthly credit equal to the Energy Credit and the Capacity Credit reduced by the Seller Charge.

I. Energy Credit:

Company shall pay Seller the following rates per KWH for energy delivered by the Seller to Company's system.

		<u>Summer</u>	<u>Winter</u>
		(June -September)	(October-May)
1.	On-Peak	\$ 0.07775	\$ 0.06346
2.	Off-Peak	\$ 0.05882	\$ 0.05589

The South Carolina Power Excise Tax of \$.0005 per KWH is included in the energy credits above.

II. Capacity Credit:

In addition to the energy credit, the Company shall pay the Seller \$0.01546 per KWH for energy delivered by the Seller to the Company's system during on-peak hours.

III. Seller Charge:

Seller shall pay the following Seller Charge each monthly billing period

\$ 4.50

DETERMINATION OF ON-PEAK AND OFF-PEAK HOURS

A. On-Peak Hours:

Summer Months of June-September:

The on-peak Summer hours are defined to be 10:00 a.m.-10:00 p.m. Monday-Friday.

Winter Months of October-May:

- 1. November through April: The on-peak hours are defined as those hours between 6:00 a.m.-1:00 p.m. and 5:00 p.m.-10:00 p.m., Monday-Friday.
- 2. October and May: The on-peak hours are defined as those hours between 10:00 a.m.-10:00p.m., Monday-Friday,

B. Off-Peak Hours:

The off-peak hours in any month are defined as all hours not specified as on-peak hours.

BILLING MONTH

A Billing Month is defined in this schedule as the time period between successive meter readings for the purpose of monthly billing. Readings are taken approximately once each month.

MONTHLY RATE DETERMINATION

The Seller will be liable to the Company each billing month for the Seller Charge regardless of the amount of energy delivered by the Seller to the Company.

The Company will be liable to the Seller each billing month an amount determined as the total KWH delivered to the Company's system times the cost per KWH as specified herein.

PAYMENT TERMS

Payments due the Seller under this schedule shall be payable to the Seller within fifteen (15) days of the billing date.

Payment due the Company under this schedule is due and payable to the Company within fifteen (15) days of the billing date.

LIMITING PROVISIONS

Company shall not be liable for purchase of electricity from Qualifying Facility until such facility and Company have executed an Agreement for Purchase of Power from Small Power Production facility or Cogeneration Facility.

Supersedes Rate PR-1 dated August 28, 1996

Effective upon approval by the Public Service Commission of South Carolina

BEFORE

THE PUBLIC SERVICE COMMISSION OF

SOUTH CAROLINA

DOCKET NO. 95-1192-E

IN RE: Proceeding for Approval of the Public Utility Regulatory Policies Act of 1978 (PURPA) Avoided Cost Rates for Electric Companies)	CERTIFICATE OF SERVICE
•		

This is the certify that I have caused to be served this day one (1) copy of South Carolina Electric & Gas Company's **PR-1 Rate Sheet** via U.S. mail to the persons named below at the address set forth:

Shannon Bowyer Hudson, Esquire Office of Regulatory Staff 1441 Main Street, Suite 300 Columbia, SC 29201

William E. Booth, III, Esquire Pacolet River & Clifton Power Company 2512 Devine Street Columbia, SC 29205-4618

Bradford W. Wyche Consolidated Hydro Southeast, Inc. PO Box 278 Greenville, SC 29602 Len S. Anthony, Esquire Progress Energy Carolinas PO Box 1551 Raleigh, NC 27602-1551

F. Timothy Lamb Bluestone Energy Design, Inc. PO Box 181 Converse, SC 29329

Catherine E. Heigel Duke Energy Carolinas 526 S. Church Street, EC03T Charlotte, NC 28202

Karen M. Scruggs

Columbia, South Carolina This 27th day of March 2008